

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Mr. Terry Wales, General Manager
Ardmore Telephone Company
P.O. Box 549
Ardmore, TN 38449

RE: DOCKET NO. 05-00235

Dear Mr. Wales:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

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| 1. | Total Equity Payment Received June/July 2005 | XXXXXX |
| 2. | Jurisdictional Separations Impact (part 36/69). Line 1 * separations factor | XXXXXX |
| 3. | Impact to USF support, if applicable (include supporting calculations) | XXXXXX |
| 4. | Net Tax Savings to Company to be flowed through to business customers (Line 1 less lines 2 and 3) | XXXXXX |
| 5. | Total Rate Reductions from October 1, 2004 through September 30, 2005 | XXXXXX |
| 6. | Difference (Line 4 less Line 5)
If line 4 is greater than line 5, then the difference represents the additional amount that existing rates need to be reduced. If line 5 is greater than Line 4, the difference represents the amount by which existing rates may be increased | XXXXXX |

Please file the revised tariff sheets implementing the required rate changes with an effective date of October 1, 2005. Further all rate-of-return regulated companies that accrued the anticipated ad valorem tax equity refund payment onto its books for 2004 should provide the accounting entries used, USOA account numbers and amounts booked to each account.

In order to allow adequate time for review and meet the statutory effective date of October 1, 2005, please submit your calculations as prescribed herein, including revised total rate adjustments no later than 2:00 P.M. September 1, 2005 and reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version. Should you have any questions regarding this request, please contact Patsy Fulton at 615-741-2904 ext. 193 or Roger Knight at extension 208.

Sincerely,

Dot N. Note For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Dennis Wagner
Public Policy R&EA
BellSouth Telecommunications
333 Commerce Street, Suite, 2106
Nashville, TN 37201-3300

RE: DOCKET NO. 05-00235

Dear Mr. Wagner:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

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| 1. | Total Equity Payment Received June/July 2005 | XXXXX |
| 2. | Jurisdictional Separations Impact (part 36/69). Line 1 * separations factor | XXXXX |
| 3. | Impact to USF support, if applicable (include supporting calculations) | XXXXX |
| 4. | Net Tax Savings to Company to be flowed through to business customers (Line 1 less lines 2 and 3) | XXXXX |
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Sincerely,

John A. Harte For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

G. Clay Bailey, Vice President Governmental Relations
CenturyTel of Adamsville, Inc.
P. O. Box 4065
Monroe, Louisiana 71211-4065

RE: DOCKET NO. 05-00235

Dear Mr. Bailey:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

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Sincerely,

Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

G. Clay Bailey, Vice President of Government Relations
CenturyTel of Claiborne, Inc.
P. O. Box 4065
Monroe, Louisiana 71211-4065

RE: DOCKET NO. 05-00235

Dear Mr. Bailey:

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State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

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Sincerely,

Darlene Standley For Darlene Standley

Darlene Standley, Chief
Utilities Division

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TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

G. Clay Bailey, Vice President of Governmental Relations
CenturyTel of Ooltewah - Collegedale, Inc.
P. O. Box 4065
Monroe, Louisiana 71211-4065

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Sincerely,

Dot M. Harte For Darlene Standley

Darlene Standley, Chief
Utilities Division

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TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Mike Swatts, State Regulatory Manager - South
Citizens Telecommunications of the Volunteer State, LLC
300 Bland Street
Bluefield, West Virginia 24701

RE: DOCKET NO. 05-00235

Dear Mr. Swatts:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

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Sincerely,

Don M. Felt For Darlene Standley

Darlene Standley, Chief
Utilities Division

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Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Mike Swatts, State Regulatory Manager - South
Citizens of Tennessee
300 Bland Street
Bluefield, West Virginia 24701

RE: DOCKET NO. 05-00235

Dear Mr. Swatts:

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Sincerely,

Dot M. For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Dave Lucheon
Concord Telephone Exchange
PO Box 22995
Knoxville, TN 37933-0995

RE: DOCKET NO. 05-00235

Dear Mr. Lucheon:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005

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Sincerely,

Don N. Tate For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Dave Lucheon
Humphreys County Telephone Company
PO Box 22995
Knoxville, TN 37933-0995

RE: DOCKET NO. 05-00235

Dear Mr. Lucheon:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

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Sincerely,

Dot N. 1006 For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Dave Lucheon
Tellico Telephone Company
PO Box 22995
Knoxville, TN 37933-0995

RE: DOCKET NO. 05-00235

Dear Mr. Lucheon:

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For Darlene Standley

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Utilities Division

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Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Dave Lucheon
Tennessee Telephone Company
PO Box 22995
Knoxville, TN 37933-0995

RE: DOCKET NO. 05-00235

Dear Mr. Lucheon:

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Dot M. Note For Darlene Standley

Darlene Standley, Chief
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Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Louise Brown, President
Loretto Telephone Company, Inc.
P. O. Box 130
Loretto, Tennessee 38469

RE: DOCKET NO. 05-00235

Dear Ms. Brown:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

- | | | |
|----|--|--------|
| 1. | Total Equity Payment Received June/July 2005 | XXXXXX |
| 2. | Jurisdictional Separations Impact (part 36/69). Line 1 * separations factor | XXXXXX |
| 3. | Impact to USF support, if applicable (include supporting calculations) | XXXXXX |
| 4. | Net Tax Savings to Company to be flowed through to business customers (Line 1 less lines 2 and 3) | XXXXXX |
| 5. | Total Rate Reductions from October 1, 2004 through September 30, 2005 | XXXXXX |
| 6. | Difference (Line 4 less Line 5)
If line 4 is greater than line 5, then the difference represents the additional amount that existing rates need to be reduced. If line 5 is greater than Line 4, the difference represents the amount by which existing rates may be increased. | XXXXXX |

Please file the revised tariff sheets implementing the required rate changes with an effective date of October 1, 2005. Further all rate-of-return regulated companies that accrued the anticipated ad valorem tax equity refund payment onto its books for 2004 should provide the accounting entries used, USOA account numbers and amounts booked to each account.

In order to allow adequate time for review and meet the statutory effective date of October 1, 2005, please submit your calculations as prescribed herein, including revised total rate adjustments no later than 2:00 P.M. September 1, 2005 and reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version. Should you have any questions regarding this request, please contact Patsy Fulton at 615-741-2904 ext. 193 or Roger Knight at extension 208.

Sincerely,

Darlene Standley For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Mr. David Espinosa
Millington Telephone Company, Inc.
4880 Navy Road
Millington, TN 38053

RE: DOCKET NO. 05-00235

Dear Mr. Espinosa:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

- | | | |
|----|--|-------|
| 1. | Total Equity Payment Received June/July 2005 | XXXXX |
| 2. | Jurisdictional Separations Impact (part 36/69). Line 1 * separations factor | XXXXX |
| 3. | Impact to USF support, if applicable (include supporting calculations) | XXXXX |
| 4. | Net Tax Savings to Company to be flowed through to business customers (Line 1 less lines 2 and 3) | XXXXX |
| 5. | Total Rate Reductions from October 1, 2004 through September 30, 2005 | XXXXX |
| 6. | Difference (Line 4 less Line 5)
If line 4 is greater than line 5, then the difference represents the additional amount that existing rates need to be reduced. If line 5 is greater than Line 4, the difference represents the amount by which existing rates may be increased. | XXXXX |

Please file the revised tariff sheets implementing the required rate changes with an effective date of October 1, 2005. Further all rate-of-return regulated companies that accrued the anticipated ad valorem tax equity refund payment onto its books for 2004 should provide the accounting entries used, USOA account numbers and amounts booked to each account.

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Sincerely,

Dot M. Note For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Larry S. Howle
Separations Specialist (Telephone Electronics Corporation)
Crockett Telephone Company, Inc.
236 East Capital Street
Jackson, Mississippi 39205

RE: DOCKET NO. 05-00235

Dear Mr. Howle:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

- | | | |
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| 1. | Total Equity Payment Received June/July 2005 | XXXXX |
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| 3. | Impact to USF support, if applicable (include supporting calculations) | XXXXX |
| 4. | Net Tax Savings to Company to be flowed through to business customers (Line 1 less lines 2 and 3) | XXXXX |
| 5. | Total Rate Reductions from October 1, 2004 through September 30, 2005 | XXXXX |
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Please file the revised tariff sheets implementing the required rate changes with an effective date of October 1, 2005. Further all rate-of-return regulated companies that accrued the anticipated ad valorem tax equity refund payment onto its books for 2004 should provide the accounting entries used, USOA account numbers and amounts booked to each account.

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Sincerely,

Dot N. Note For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Larry S. Howle
Separations Specialist (Telephone Electronics Corporation)
Peoples Telephone Company
236 East Capital Street
Jackson, Mississippi 39205

RE: DOCKET NO. 05-00235

Dear Mr. Howle:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

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Please file the revised tariff sheets implementing the required rate changes with an effective date of October 1, 2005. Further all rate-of-return regulated companies that accrued the anticipated ad valorem tax equity refund payment onto its books for 2004 should provide the accounting entries used, USOA account numbers and amounts booked to each account.

In order to allow adequate time for review and meet the statutory effective date of October 1, 2005, please submit your calculations as prescribed herein, including revised total rate adjustments no later than 2:00 P.M. September 1, 2005 and reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version. Should you have any questions regarding this request, please contact Patsy Fulton at 615-741-2904 ext. 193 or Roger Knight at extension 208.

Sincerely,

Dot M. Harte For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Larry S. Howle, Separations Specialists (Telephone Electronics Corporation)
West Tennessee Telephone Co., Inc.
236 East Capital Street
Jackson, Mississippi 39205

RE: DOCKET NO. 05-00235

Dear Mr. Howle:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

- | | | |
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Please file the revised tariff sheets implementing the required rate changes with an effective date of October 1, 2005. Further all rate-of-return regulated companies that accrued the anticipated ad valorem tax equity refund payment onto its books for 2004 should provide the accounting entries used, USOA account numbers and amounts booked to each account.

In order to allow adequate time for review and meet the statutory effective date of October 1, 2005, please submit your calculations as prescribed herein, including revised total rate adjustments no later than 2:00 P.M. September 1, 2005 and reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version. Should you have any questions regarding this request, please contact Patsy Fulton at 615-741-2904 ext. 193 or Roger Knight at extension 208.

Sincerely,

Don N. Harte For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Herbert R. Bivens, General Manager
United Telephone Company
P. O. Box 38
Chapel Hill, Tennessee 37034

RE: DOCKET NO. 05-00235

Dear Mr .Bivens:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

- | | | |
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| 1. | Total Equity Payment Received June/July 2005 | XXXXX |
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| 3. | Impact to USF support, if applicable (include supporting calculations) | XXXXX |
| 4. | Net Tax Savings to Company to be flowed through to business customers (Line 1 less lines 2 and 3) | XXXXX |
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Please file the revised tariff sheets implementing the required rate changes with an effective date of October 1, 2005. Further all rate-of-return regulated companies that accrued the anticipated ad valorem tax equity refund payment onto its books for 2004 should provide the accounting entries used, USOA account numbers and amounts booked to each account.

In order to allow adequate time for review and meet the statutory effective date of October 1, 2005, please submit your calculations as prescribed herein, including revised total rate adjustments no later than 2:00 P.M. September 1, 2005 and reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version. Should you have any questions regarding this request, please contact Patsy Fulton at 615-741-2904 ext. 193 or Roger Knight at extension 208.

Sincerely,

D. M. Tate For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Laura Sykora
United Telephone-Southeast
14111 Capital Blvd.
Wake Forrest, NC 27587-5900

RE: DOCKET NO. 05-00235

Dear Ms. Sykora:

This letter is to remind you that pursuant to state law Tennessee Code Annotated § 65-7-222, your company is required to revise its business rates effective October 1, 2005 to reflect the actual tax equity payment sent by the Comptroller's Office in June/July 2005.

State law requires that rates be revised to reflect the difference in the amount that rates were reduced in 2004 and the actual amount of the equity payment received in June/July 2005. This is to ensure that your Company flows through a current amount under the laws. The filing should include all supporting calculations of the true-up and price-outs that reflect the flow through of savings to business customers including revised tariff pages. Following is an example of the process to be followed for determining this year's rate adjustment.

- | | | |
|----|---|--------|
| 1. | Total Equity Payment Received June/July 2005 | XXXXXX |
| 2. | Jurisdictional Separations Impact (part 36/69). Line 1 * separations factor | XXXXXX |
| 3. | Impact to USF support, if applicable (include supporting calculations) | XXXXXX |
| 4. | Net Tax Savings to Company to be flowed through to business customers (Line 1 less lines 2 and 3) | XXXXXX |
| 5. | Total Rate Reductions from October 1, 2004 through September 30, 2005 | XXXXXX |
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Please file the revised tariff sheets implementing the required rate changes with an effective date of October 1, 2005. Further all rate-of-return regulated companies that accrued the anticipated ad valorem tax equity refund payment onto its books for 2004 should provide the accounting entries used, USOA account numbers and amounts booked to each account.

In order to allow adequate time for review and meet the statutory effective date of October 1, 2005, please submit your calculations as prescribed herein, including revised total rate adjustments no later than 2:00 P.M. September 1, 2005 and reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version. Should you have any questions regarding this request, please contact Patsy Fulton at 615-741-2904 ext. 193 or Roger Knight at extension 208.

Sincerely,

D. M. Harte For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Jonathan Harlan
Aeneas Communications, LLC
PO Box 277
Jackson, TN 38302

RE: DOCKET NO. 05-00235

Dear Mr. Harlan:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

To the extent that a person engaged in the business of providing telecommunications services subject to tax under title 67, chapter 6 experiences a net tax savings solely as a result of receiving a payment under subsection (b), such net tax savings shall inure to the benefit of business customers of such person through an adjustment in the price of telecommunications services provided by such person, including business interconnection services....Subsequent price adjustments shall be effective as of October 1, 2003, and as of October 1 of each year thereafter, based on the actual payment received by each company under subsection (b) with respect to the immediately preceding June 30 payment date taking into account the cumulative amount of price adjustments previously implemented.

In essence, this statutory provision requires your company to reduce rates for business and/or interconnection services by the net amount of the tax equity payment received from the State Comptroller's Office in June/July. Since these annual rate adjustments are required to become effective October 1, 2005 please file appropriate tariffs reflecting such annual price reductions with the Tennessee Regulatory Authority no later than September 1, 2005. The reductions can be in the form of promotions, waived recurring charges, rate reductions, etc., but must be made during the period of October 1, 2005 through September 30, 2006. If the reductions (promotions, waived charges, reduced

continuing those reductions may satisfy the revenue reductions required for the period October 1, 2005 thru September 30, 2006.

These filings should also include a detailed price-out (units * prices) of the calculations used in determining the flow-through amount of the tax equity payment received. Again the tariffs are required by statute to become effective October 1, 2005. It is requested that this information be provided no later than 2:00 P.M. on September 1, 2005 and you reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version.

If you have any questions concerning this matter, contact Roger Knight at (615) 741-2904 extension 208 or Pasty Fulton at extension 193.

Sincerely,

For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Bob Pariebe
Alltel Communications, Inc.
State Gov't Affairs
B4F4N, 1 Allied
Little Rock, AR 72202

RE: DOCKET NO. 05-00235

Dear Mr. Pariaebe:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

To the extent that a person engaged in the business of providing telecommunications services subject to tax under title 67, chapter 6 experiences a net tax savings solely as a result of receiving a payment under subsection (b), such net tax savings shall inure to the benefit of business customers of such person through an adjustment in the price of telecommunications services provided by such person, including business interconnection services....Subsequent price adjustments shall be effective as of October 1, 2003, and as of October 1 of each year thereafter, based on the actual payment received by each company under subsection (b) with respect to the immediately preceding June 30 payment date taking into account the cumulative amount of price adjustments previously implemented.

In essence, this statutory provision requires your company to reduce rates for business and/or interconnection services by the net amount of the tax equity payment received from the State Comptroller's Office in June/July. Since these annual rate adjustments are required to become effective October 1, 2005 please file appropriate tariffs reflecting such annual price reductions with the Tennessee Regulatory Authority no later than September 1, 2005. The reductions can be in the form of promotions, waived recurring charges, rate reductions, etc., but must be made during the period of October 1, 2005 through September 30, 2006. If the reductions (promotions, waived charges, reduced

continuing those reductions may satisfy the revenue reductions required for the period October 1, 2005 thru September 30, 2006.

These filings should also include a detailed price-out (units * prices) of the calculations used in determining the flow-through amount of the tax equity payment received. Again the tariffs are required by statute to become effective October 1, 2005. It is requested that this information be provided no later than 2:00 P.M. on September 1, 2005 and you reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version.

If you have any questions concerning this matter, contact Roger Knight at (615) 741-2904 extension 208 or Pasty Fulton at extension 193.

Sincerely,

J. M. Knight For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Ms. Gail Woodlee, Controller
Ben Lomand Communications, Inc.
P.O. Box 8262
McMinnville, TN 37111

RE: DOCKET NO. 05-00235

Dear Sir/ Madam:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

To the extent that a person engaged in the business of providing telecommunications services subject to tax under title 67, chapter 6 experiences a net tax savings solely as a result of receiving a payment under subsection (b), such net tax savings shall inure to the benefit of business customers of such person through an adjustment in the price of telecommunications services provided by such person, including business interconnection services....Subsequent price adjustments shall be effective as of October 1, 2003, and as of October 1 of each year thereafter, based on the actual payment received by each company under subsection (b) with respect to the immediately preceding June 30 payment date taking into account the cumulative amount of price adjustments previously implemented.

In essence, this statutory provision requires your company to reduce rates for business and/or interconnection services by the net amount of the tax equity payment received from the State Comptroller's Office in June/July. Since these annual rate adjustments are required to become effective October 1, 2005 please file appropriate tariffs reflecting such annual price reductions with the Tennessee Regulatory Authority no later than September 1, 2005. The reductions can be in the form of promotions, waived recurring charges, rate reductions, etc., but must be made during the period of October 1, 2005 through September 30, 2006. If the reductions (promotions, waived charges, reduced rates ...) placed into effect for last year's tax equity payments are still in place, then

continuing those reductions may satisfy the revenue reductions required for the period October 1, 2005 thru September 30, 2006.

These filings should also include a detailed price-out (units * prices) of the calculations used in determining the flow-through amount of the tax equity payment received. Again the tariffs are required by statute to become effective October 1, 2005. It is requested that this information be provided no later than 2:00 P.M. on September 1, 2005 and you reference Docket No. 05-00235 on the response. In accordance with TRA rules, submit either thirteen (13) written copies of your response or four (4) written copies and an electronic version.

If you have any questions concerning this matter, contact Roger Knight at (615) 741-2904 extension 208 or Pasty Fulton at extension 193.

Sincerely,

J. M. Knight For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Scott Beer
ICG Telecom Group, Inc.
5250 Grand Ave Suite 14-375
Gurnee, IL 60031

RE: DOCKET NO. 05-00235

Dear Mr. Beer:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

To the extent that a person engaged in the business of providing telecommunications services subject to tax under title 67, chapter 6 experiences a net tax savings solely as a result of receiving a payment under subsection (b), such net tax savings shall inure to the benefit of business customers of such person through an adjustment in the price of telecommunications services provided by such person, including business interconnection services....Subsequent price adjustments shall be effective as of October 1, 2003, and as of October 1 of each year thereafter, based on the actual payment received by each company under subsection (b) with respect to the immediately preceding June 30 payment date taking into account the cumulative amount of price adjustments previously implemented.

In essence, this statutory provision requires your company to reduce rates for business and/or interconnection services by the net amount of the tax equity payment received from the State Comptroller's Office in June/July. Since these annual rate adjustments are required to become effective October 1, 2005 please file appropriate tariffs reflecting such annual price reductions with the Tennessee Regulatory Authority no later than September 1, 2005. The reductions can be in the form of promotions, waived recurring charges, rate reductions, etc., but must be made during the period of October 1, 2005 through September 30, 2006. If the reductions (promotions, waived charges, reduced

continuing those reductions may satisfy the revenue reductions required for the period October 1, 2005 thru September 30, 2006.

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If you have any questions concerning this matter, contact Roger Knight at (615) 741-2904 extension 208 or Pasty Fulton at extension 193.

Sincerely,

Jill Fort For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

John McLaughlin
KMC Telecom III LLC
1755 North Brown Road, 3rd Floor
Lawrenceville, GA 30043

RE: DOCKET NO. 05-00235

Dear Mr. McLaughlin:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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If you have any questions concerning this matter, contact Roger Knight at (615) 741-2904 extension 208 or Pasty Fulton at extension 193.

Sincerely,

S All Right For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Bruce Schoonover
Knology of Tennessee, Inc.
1241 O. G. Skinner Drive
West Point, GA 31933

RE: DOCKET NO. 05-00235

Dear Mr. Schoonover:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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Sincerely,

Sam Dept. For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Mark Ivie
Memphis Network, LLC
7620 Appling Center Drive, Suite 101
Memphis, TN 38133

RE: DOCKET NO. 05-00235

Dear Mr. Ivie:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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Sincerely,

J. M. Knight For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Blaine Clark
MountaiNet Telephone Company
PO Box 488
Gate City, VA 24251

RE: DOCKET NO. 05-00235

Dear Mr. Clark:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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Sincerely,

John H. For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Susan James
TelCove Business Solutions Operations, Inc.
712 North Main Street
Coudersport, PA 16915

RE: DOCKET NO. 05-00235

Dear Ms. James:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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Sincerely,

Jill Hest For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Caroline Marik
Time Warner Telec. Of the Mid-So. LLC
233 Bramerton Court
Franklin, N 37069

RE: DOCKET NO. 05-00235

Dear Ms. Marik:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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Sincerely,

J M Hgt For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Wanda Montana
US LEC of Tennessee, Inc.
6801 Morrison Blvd.
Morrocroft III
Charlotte, NC 28211

RE: DOCKET NO. 05-00235

Dear Ms. Montana:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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Sincerely,

J. M. Knight For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Joe W. Miller
Williams Communications, LLC
1 Technology Ctr. Mail Drop TC-15L
Tulsa, OK 74103

RE: DOCKET NO. 05-00235

Dear Mr. Miller:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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Sincerely,

Full Text For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File

TENNESSEE REGULATORY AUTHORITY



Ron Jones, Chairman
Deborah Taylor Tate, Director
Pat Miller, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 18, 2005

Dana Shaffer
XO Tennessee, Inc.
105 Molloy Ave., Suite 300
Nashville, TN 37201

RE: DOCKET NO. 05-00235

Dear Ms. Shaffer:

According to the State Comptroller's Office your company was sent a tax equity payment in June/July 2005 resulting Tennessee Code Annotated § 67-6-222. While this legislation entitles your company to receive such payments, it also requires that your company flow through the savings in the form of price reductions to business and/or interconnection customers. Specifically Tenn. Code Ann. § 67-6-222 (c) states in pertinent part:

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Sincerely,

J All Right For Darlene Standley

Darlene Standley, Chief
Utilities Division

C: Docket File